

BOB F. ANDERSON, PE, INC.
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August 12, 2002

Honorable James H. Welsh,
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING
Proposed Unit Well at an Exceptional Location
Hosston Zone, Reservoir A
HOSS RA SU118
Cotton Valley Formation, Reservoir A
CV RA SU132
Lower Cotton Valley Zone, Reservoir A
LCV RA SUPP
And Proposed Downhole Combination
Elm Grove Field, Webster Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **CAMTERRA RESOURCES, INC.**, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston Formation, Reservoir A, the Cotton Valley Zone, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, Elm Grove Field, Webster Parish, Louisiana.

1. To permit the Applicant to drill their Daniel No. 1 Well as a unit well for the production of gas and condensate from the Hosston Formation, Reservoir A, in the unit designated HOSS SU118, the Cotton Valley Zone, Reservoir A, in the unit designated CV RA SU132 and the Lower Cotton Valley Zone, Reservoir A, in the unit designated LCV RA SUPP, at the location shown on the attached plat, in exception to the spacing provision of the 361-A, 361-B and the 361- E Series of Office of Conservation Orders, in the Elm Grove Field, Webster Parish, Louisiana.
2. To permit the Applicant to downhole combine the gas and condensate production from the Hosston Formation, Reservoir A, the Cotton Valley Zone, Reservoir A, and the Lower Cotton Valley Zone, Reservoir A, in the well bore of the Camterra Resources, Inc. – Daniel No. 1 Well in the units designated HOSS RA SU118, CV RA SU132 and LCV RA SUPP, Elm Grove Field, Webster Parish, Louisiana, such units and well being shown on the attached plat and made a part hereof.

Honorable James H. Welsh,
Commissioner of Conservation
Elm Grove Field

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3. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Hosston Zone, Reservoir A, was defined in the 361-A Series of Office of Conservation Orders, the Cotton Valley Formation, Reservoir A, was defined in the 361-B Series of Office of Conservation Orders and the Lower Cotton Valley Zone, Reservoir A, was defined in Office of Conservation Order No. 361-E, effective July 16, 1996, in the Elm Grove Field, Bossier, Caddo and Webster Parishes, Louisiana.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained **at the expense of the requesting party.**

The subject matter of this hearing does not require a pre-application notice.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation and to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

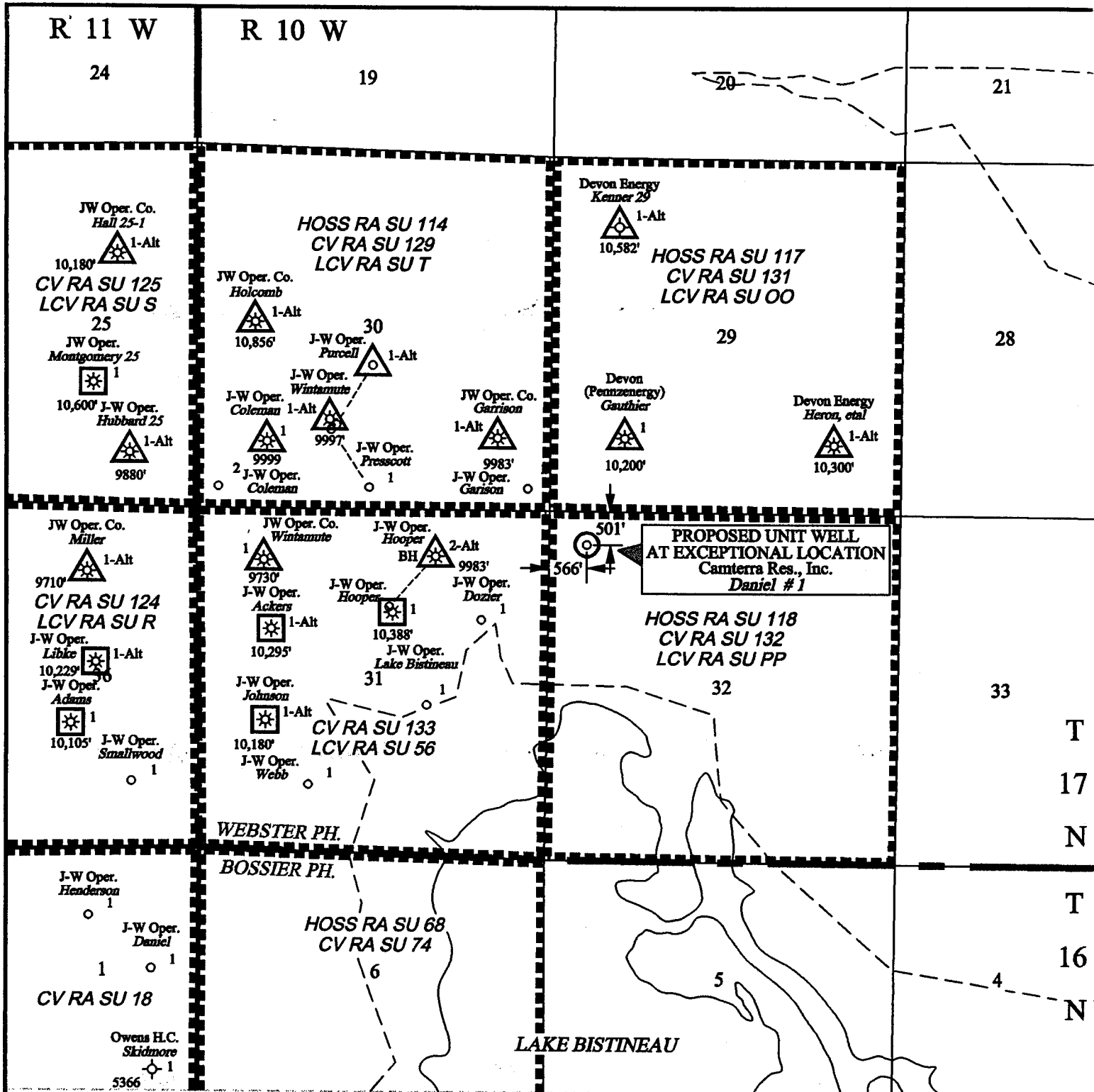
Attached hereto is our check, made payable to the Office of Conservation, to cover the applicable hearing fee.

Yours truly,



B. F. Anderson, PE for
CAMTERRA RESOURCES, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation
Interested Owners, Represented Parties and Interested Parties



CAMTERRA RESOURCES, INC.
MARSHALL, TEXAS

ELM GROVE FIELD
WEBSTER PARISH, LOUISIANA
PROPOSED UNIT WELL
AT EXCEPTIONAL LOCATION

■■■■■ : EXISTING UNITS



: EXISTING CV RA UNIT AND
ALTERNATE UNIT WELLS



: PROPOSED UNIT WELL
AT EXCEPTIONAL LOCATION



: EXISTING LCV RA UNIT AND
ALTERNATE UNIT WELLS

